NEW JERSEY TITLE XXI DEMONSTRATION

FACT SHEET

Name of Section 1115 Demonstration: New Jersey Family Care Section 1115

Demonstration Proposal (New Jersey Demonstration)

Date Proposal Submitted:October 2, 2000Date Proposal Approved:January 18, 2001Date Implemented:January 18, 2001

Background

The Health Care Financing Administration has approved New Jersey's 1115 demonstration proposal for a 5-year period as project No. 21-W-00003/2-01. This demonstration provides the State the authority to obtain enhanced match for parents of Medicaid and SCHIP eligible children with family income up to 200 percent of the federal poverty level (FPL), and for pregnant women with incomes between 185 and 200 percent of the FPL who are uninsured and not covered by Medicaid.

Eligibility

- The State plans to enroll all parents of Medicaid and SCHIP eligible children in families with incomes up to 200 percent of the FPL and pregnant women with incomes between 185 and 200 percent of the FPL. The State will receive title XXI enhanced match for uninsured parents below 133 percent FPL who are eligible under the section 1931 Medicaid State plan amendment 00-12 adopted on September 1, 2000. Uninsured parents, with income at or below 200 percent FPL who are not eligible for Medicaid, will be enrolled in separate child health program.
- The State anticipates coverage of 81,000 children and parents by FY 2002.

Benefit Package

• New Jersey's 1115 demonstration provides benchmark coverage consistent with the services currently offered under NJ KidCare (State's child health and traditional Medicaid program). Under NJ FamilyCare, parents with family income up to 133 percent FPL will receive the Medicaid benefit package, parents with income between at or below 200 percent FPL will receive a State defined package of benefits based on the most widely sold commercial HMO package in the State. Pregnant women will receive the Medicaid benefit package.

Health Services Delivery System

- Services are provided through the current NJ KidCare delivery system that is a statewide managed care program operated under the Medicaid State Plan.
- Parents will be enrolled in the same health plan as their children.
- NJ will also implement a premium assistance program that will permit families to
 enroll in employer group health plans when it is cost-effective. The State will
 provide supplemental coverage to assure that benefits and cost sharing in the
 premium assistance program are consistent with the title XIX or title XXI
 requirements.

Quality Assurance

NJ FamilyCare will be monitored for quality utilizing the same methods as NJ KidCare.

Administration

• The New Jersey Department of Human Services, Division of Medical Assistance and Health Services, administers the program.

Cost Sharing

• Co-payments are applicable to pregnant women between 185 and 200 percent FPL and all families with incomes from 150 percent through 200 percent of the FPL. The co-payment schedule is as follows:

Outpatient Hospital	\$5 per visit
ER Service	\$35 per visit
Lab & x-ray	\$5 per visit
Physician	\$5 per visit
Podiatry	\$5 per visit
Optometric (eye exams)	\$5 per exam
Drugs	\$5 per Rx,
	\$10 for more the

\$10 for more than 34 day supply

Mental Health-outpatient \$25 per day Psychological Services \$25 per day Outpatient Detox. \$5 per day

Nurse Midwife \$5 per office visit,

\$10 per home/off hours visit (no co-pay for prenatal visits)

Application of the yearly maximum payment of co-payment amounts does not exceed 5 percent of family income.

- At the time of approval, families are informed of the dollar amount of their cap for that calendar year. Families are told to contact the State when cost sharing payments reach 80 percent of the informed amount (also calculated for them at time of approval). When the 5 percent limit is reached, a letter of notification will be sent to the family with a copy going to the appropriate HMO. If in a feefor-service arrangement, the families would present the letter of notification to their provider when accessing services.
- Prenatal and preventive services are exempt from co-payment requirement.

State Outreach and Enrollment Activities

- Extensive media plan for NJ FamilyCare includes television, radio, newspaper and bus advertisements.
- Utilize extensive system of NJ KidCare enrollment sites to attract and enroll parents.
- Amend contracts with community-based organizations to conduct outreach, including targeting outreach to immigrants and other hard-to-reach populations.
- Direct mail to parents of Medicaid and NJ KidCare eligible children.
- Wide distribution of brochures and Fact Sheets.
- Web site, including application.
- Use of toll-free hotline.

<u>Financial Information</u> (5 year budget)

Total FY 2001 SCHIP Allotment -- \$98,939,802 Enhanced Federal Matching Rate (FY01) - 65.00% FY2001 Costs -- \$77,159,860 State Share -- \$27,005,951 Total Federal Share -- \$50,153,909 Title XIX -- \$15,910,594 Title XXI -- \$34,243,315

Total FY 2002 SCHIP Allotment -- \$76,353,811 Enhanced Federal Matching Rate (FY 02) - 65.00% FY2002 Costs -- \$130,031,868 State Share -- \$45,511,154 Total Federal Share -- \$84,520,714 Title XIX -- \$46,351,568 Title XXI -- \$38,169,146 Total FY 2003 SCHIP Allotment -- \$80,469,573 Enhanced Federal Matching Rate (FY 03) - 65.00% FY2003 Costs -- \$150,730,696 State Share -- \$52,755,743 Total Federal Share -- \$97,974,952 Title XIX -- \$45,181,729 Title XXI -- \$52,793,224

Total FY 2004 SCHIP Allotment -- \$84,427,214 Enhanced Federal Matching Rate (FY 04) - 65.00% FY2004 Costs -- \$150,730,696 State Share -- \$74,207,845 Total Federal Share -- \$76,522,850 Title XIX -- \$65,853,585 Title XXI -- \$10,669,265

Total FY 2005 SCHIP Allotment -- \$113,441,172 Enhanced Federal Matching Rate (FY 05) - 65.00% FY2005 Costs -- \$150,730,696 State Share -- \$52,755,743 Total Federal Share -- \$97,974,952 Title XIX -- \$59,976,982 Title XXI -- \$37,997,970